FILE

FEDERAL COMMUNICATIONS COMMISSION Washington, D. C. 20554

August 28, 2003

OFFICE OF
MANAGING DIRECTOR

Gail Davis
Assistant Controller
Millbrook Distribution Services
Highway 43 and Cottonwood Road
Post Office Box 790
Harrison, AR 72602-0790

Re: McKesson Corporation Fiscal Year 2002 Regulatory Fee Earth Station License No. 890354 Fee Control No. 0306268835225001

Dear Ms. Davis:

This is in response to your request dated June 23, 2003, filed on behalf of McKesson Corporation (McKesson) for a waiver of the late charge penalty for late payment of the fiscal year (FY) 2002 regulatory fee associated with earth station license number 890354. Our records reflect that you have paid the FY 2002 regulatory fee of \$140.00, as well as the \$35.00 late charge penalty for late payment of the regulatory fee.

In your request, you state that McKesson surrendered the license for the earth station on September 16, 2002 because the corporation no longer needed the station. You state that you did not receive correspondence from the Commission "telling us of the \$140.00 [r]egulatory [f]ee that was due on September 25, 2002, nor any correspondence regarding it being past due."

The Communications Act of 1934, as amended, requires the Commission to assess a late charge penalty of 25 percent on any regulatory fee not paid in a timely manner. It is the obligation of the licensees responsible for regulatory fee payments to ensure that the Commission receives the fee payment no later than the final date on which regulatory fees are due for the year. Your request does not indicate or substantiate that McKesson met this obligation. The fact that McKesson surrendered the license for the earth station during the formal filing period for payment of the FY 2002 regulatory fee (i.e., September 10, 2002 through September 25, 2002) does not support a waiver of the late charge penalty because the obligation to pay the FY 2002 regulatory fee for the instant earth station license attached on October 1, 2001. See FY 2002 International and Satellite Services Regulatory Fees, Public Notice, 2002 WL 1782100 (Aug. 5, 2002). Further, although McKesson may not have been aware of or fully understood the Communications Act or the Commission's rules regarding the FY regulatory fees, Commission licensees are expected to know and understand the requirements and rules governing their licenses. We therefore deny your request for a waiver of the late charge penalty for late payment of the regulatory fee.

Ms. Gail Davis 2.

If you have any questions concerning this matter, please contact the Revenue & Receivables Operations Group at (202) 418-1995.

Sincerely,

Mark A. Reger

Chief Financial Officer

Millbrook Distribution Services

Highway 43 and Cottonwood Road, PO Box 790, Harrison AR 72602-0790 Tel 870 741 3425

0306268835225001



6/23/03

Federal Communications Commission Attn: Mark Reger 445 12th Street S.W. Washington, DC 20554

RE: Earth Station License #890354 Regulatory Fee and Penalty

Dear Mr. Reger:

This letter is to request a waiver of the penalty that was paid to the FCC on our Check #1065956 dated 06/21/03. This check in the amount of \$175.00 covers the Regulatory Fee of \$140.00 and the Penalty of \$35.00.

We surrendered the license on September 16th, 2002 as we no longer had need for use of the Earth Station. We never received any correspondence from your department telling us of the \$140.00 Regulatory Fee that was due on September 25th, 2002, nor any correspondence regarding it being past due.

Due to the above circumstances, we don't feel that we should been charged the \$35.00 penalty for late payment.

Thank you for your assistance with this matter.

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Sincerely

Assistant Controller

870-741-3425 X3327

jс



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RAMIS ACCOUNT RECEIVABLES

Check Number Query Report

FEE Control Number: 0306268835225001

Customer FRN : 0001543818 FRN Name : McKesson Corporation

Check Number : 106595600000

Receipt Amount : \$175.00 Date Received : 06/25/2003

AR012-A 8/08/2003 15:06:32

RAMIS ACCOUNTS RECEIVABLE - (c) DSG, Inc. RECEIPTS DETAIL REPORT SORTED BY TRANSACTION DATE, CD No., FEE CONTROL No.

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	CD No.	CD DATE	FEE	CONTROL No.	FRN	PAYER NAME	TRANSACTION DATE	RECEIPT AMOUNT
	560747	6/26/03	0306	6268835225001	0001543818	McKesson Corporation	6/25/03	\$175.00
	PTC: Applicant #	0273 Jame: MCKE	SSON	FY03IN0478 FCC Cod QTY: N CORPORATION T COTTON WOOD RD	Applied Amt:	FCC Code 2: 140.00	Tin Number: (000000000
,	PTC: Applicant N	0299 iame: MCKE	SSON	FY03IN0478 FCC Cod QTY: N CORPORATION C COTTON WOOD RD	Applied Amt:	FCC Code 2: 35.00	Tin Number: C	000000000

Total: \$175.00